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17-19S-29E, 30-015-26837; STATE C #001, M-20-21S-35E, 30-025-03485; STATE HL #001, L-2 -23S-33E, 30-025-26492; STATE M #001, M-36-17S-27E, 30-015-24612.

The wells are located in the southwest corner of New Mexico, south of Lovington and east of Carlsbad in Lea and Eddy Counties.

5. CASE 13979: (Continued from the October 18, 2007 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against McDonnold Operating Inc. Applicant seeks an Order requiring McDonnold Operating Inc. to remit payment of the penalty assessment provided for by ACOI 80, and seeks further Order requiring McDonnold Operating Inc. to bring eleven (11) wells into compliance with 19.15.4.201 NMAC; authorizing the Division to plug said wells in the event of noncompliance and forfeit the applicable financial assurance; imposing civil penalties, and for such other relief as the Director deems appropriate. The wells involved in this matter include the following:

30-025-04408	BAY FEDERAL #003	D-35-20S-36E	Lea County
30-041-20349	CITGO STATE #001	M-16-08S-38E	Roosevelt County
30-025-11277	JACK A 29 #002	I-29-24S-37E	Lea County
30-025-11279	JACK A 29 #004	O-29-24S-37E	Lea County
30-025-11174	LANGLIE JACK UNIT #004	B-20-24S-37E	Lea County
30-025-11173	LANGLIE JACK UNIT #006	D-20-24S-37E	Lea County
30-025-11172	LANGLIE JACK UNIT #007	F-20-24S-37E	Lea County
30-025-11268	LITIE WOOLWORTH #004	L-28-24S-37E	Lea County
30-025-30870	RED CLOUD #002	M-3 -25S-37E	Lea County
30-025-24814	STATE A 16 #001	M-16-24S-37E	Lea County
30-041-20325	STATE CO #001	L-16-08S-38E	Roosevelt County

The two wells in Roosevelt County are located approximately fifteen (15) miles East of Milnesand, New Mexico. The *Bay Federal* #003 well is located approximately five (5) miles South of Monument, New Mexico. The remaining eight (8) wells are located approximately three (3) to ten (10) miles north of Jal, New Mexico.

- Application of the New Mexico Oil Conservation Division for a Compliance Order against 6. CASE 14053: J. Warren Hanson d/b/a Hanson Energy. The Applicant seeks an order finding that operator is in violation of 19.15.4.201 NMAC as to twenty-five wells, requiring operator to return the wells to compliance by a date certain, and in the event of non-compliance assessing penalties and authorizing the division to plug said wells and forfeit the applicable financial assurance. The affected wells are: Berry A #011, 30-015-00498, K-24-17S-27E; Berry A #022, 30-015-00497, K-24-17S-27E; Berry A #026, 30-015-00501, O-24-17S-27E; Berry B #025, 30-015-00578, G-25-17S-27E; Berry Federal #027, 30-015-00483, E-24-17S-27E; Berry Federal #029, 30-015-00472, F-23-17S-27E; Berry Federal #030, 30-015-21510, O-23-17S-27E; Berry Federal #034, 30-015-31113, G-23-17S-27E; Donnelly Kelly State #002, 30-015-02644, O-8-18S-28E; Donnelly Kelly State #003, 30-015-23815, O-8-18S-28E; Saunders A #011, 30-015-24123, B-13-17S-27E; Saunders B #003, 30-015-22725, A-13-17S-27E; Spurck State #009, 30-015-30997, F-24-17S-27E; State AE #001, 30-015-25402, G-4-18S-28E; State AE #002, 30-015-25403, F-4-18S-28E; Vandagriff #003, 30-015-01323, I-5-17S-28E; Vandagriff #005, 30-015-01318, J-5-17S-28E; Vandagriff #007, 30-015-01320, J-5-17S-28E; Vandagriff #008, 30-015-01321, H-5-17S-28E; Vandagriff #009, 30-015-01322, O-5-17S-28E; Vandagriff #010, 30-015-01329, B-8-17S-28E; Vandagriff #011, 30-015-01325, I-5-17S-28E; West Artesia Grayburg Unit #016, 30-015-02641, M-8-18S-28E; West Artesia Grayburg Unit #022, 30-015-23639, L-8-18S-28E; West Artesia Grayburg Unit #024, 30-015-23724, M-8-18S-28E. The wells are located between Artesia and Loco Hills in Eddy County, New Mexico.
- 7. CASE 14054: Application of the New Mexico Oil Conservation Division for a Compliance Order against Kimlar Oil Company. The Applicant seeks an order finding operator in violation of 19.15.3.116 and 19.15.9.703 NMAC; requiring operator to bring the wells into compliance with 19.15.3.116 and 19.15.9.703 by a date certain; and assessing penalties. The affected wells are:

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- Gourley Federal No. 003; API No. 30-015-22660; A-31-22S-28E
- Gourley Federal No. 004; API No. 30-015-22661; J-31-22S-28E

The wells are located approximately 9 miles southeast of Carlsbad, in Eddy County, New Mexico.

8. CASE 14005: (Continued from the October 18, 2007 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against Tucumcari Exploration, LLC Quay County, New Mexico. The Applicant seeks an Order requiring Operator in fact, Tucumcari Exploration, LLC ("Tucumcari") to properly and fully register as Operator of record for the seven (7) wells described herein, and for an Order further requiring Tucumcari to bring the seven (7) subject wells into compliance, or alternatively authorizing the division to plug the wells and forfeit any applicable/available security in the event that Tucumcari fails to comply, and assessing an appropriate civil penalty, and for such other relief as the Director deems appropriate. The wells involved in this matter include the following:

ANNA KATHERYN #001	3-19-10N-27E	30-037-20051
ANNA KATHERYN #002	1-30-10N-27E	30-037-20052
JOHN DAVID #001	G-19-10N-27E	30-037-20053
JOHN DAVID #002	J-19-10N-27E	30-037-20054
RANDALS #005	D-20-10N-27E	30-037-20055
RANDALS #006	P-30-10N-27E	30-037-20056
RANDALS #007	F-29-10N-27E	30-037-20057

9. <u>CASE 14055</u>: Application of the New Mexico Oil Conservation Division for a Compliance Order against C&D Management Company d/b/a Freedom Ventures Company. The Applicant seeks an Order finding that Operator is in violation of 19.15.13.1115 NMAC and 19.15.4.201 NMAC as to seventeen wells, requiring Operator to bring the seventeen wells into compliance with 19.15.13.115 NMAC and 19.15.4.201 NMAC by a date certain, authorizing the Division to plug said wells and forfeit the applicable financial assurance in the event of non-compliance, and assessing penalties. The affected wells are:

•	Amoco No. 001;	L-13-17S-27E;	30-015-24738
•	Muncy Federal No. 001;	F-13-17S-27E;	30-015-23083
•	Muncy Federal No. 002;	E-13-17S-27E;	30-015-25012
•	Saunders No. 012;	O-13-17S-27E;	30-015-22348
•	Michael State No. 001;	H-25-17S-27E;	30-015-24877
•	Schneider No. 001;	J-24-17S-27E;	30-015-22907
•	Scott Federal No. 001;	P-12-17S-27E;	30-015-25437

These wells are located approximately 10 miles west of Loco Hills, in Eddy County, New Mexico.

•	Hastie No. 016;	4-18-17S-28E;	30-015-22371
•	Hastie No. 017;	3-18-17S-28E;	30-015-22852
•	Hastie No. 018;	N-18-17S-28E;	30-015-22848
•	Hastie No. 019;	2-18-17S-28E;	30-015-23186
•	Hastie No. 020;	1-18-17S-28E;	30-015-23516
•	Hastie No. 021;	C-18-17S-28E;	30-015-23821

These wells are located approximately 8 miles west of Loco Hills, in Eddy County, New Mexico.

•	Shearn Becky Federal No. 001;	B-14-17S-27E;	30-015-34440
•	Shearn Freedom Federal No. 002;	A-14-17S-27E;	30-015-34454
•	Shearn Samantha Federal No. 001;	G-14-17S-27E;	30-015-31059
•	Shearn Shilo Federal No. 001;	B-14-17S-27E:	30-015-31061